DoD has adopted as final, without change, the following items pertaining to the Veterans Entrepreneurship and Small Business Development Act of 1999:

- 1) A first interim rule published in FAC 97-20 (Federal Register, 11 Oct 2000, Vol. 66, No. 176)
- 2) A second interim rule published in FAC 2001-01 (Federal Register, 22 Oct 2001, Vol. 66, No. 204)
- 3) A correcting amendment published in the Federal Register (14 Jan 2002, Vol. 67, No. 9).

Therefore, PC&IM Policy Alert No. 01-05 has been revised and is re-transmitted for your information. The revised language provided by Rev. 002 is shown in purple bold. The revised language provided by Rev. 001 is shown in green bold.

09/18/02

PC&IM POLICY ALERT

No. 01-05/Rev. 002 Veterans Entrepreneurship and Small Business Development Act of 1999

REFERENCE: Federal Register: August 30, 2002 (Vol. 67, No. 169)

FAC: 2001-09, Item III

Case Number: 2000-302

TYPE OF ACTION: Final Rule

EFFECTIVE DATE: August 30, 2002

SUMMARY: This Act established new assistance programs for veterans and service-disabled veterans who own and operate small businesses. The Act defined the terms "small business concern owned and controlled by veterans" and "small business concern owned and controlled by service-disabled veterans"; established that these businesses be afforded maximum practical opportunity to participate in Federal contracts; established a requirement to include a goal for these businesses in subcontracting plans; established a 3% Governmentwide goal for participation by these businesses; and amended the SF294 and SF295 to add data collection requirements for prime and subcontract awards to these businesses.

The FAC 97-20 interim rule established a <u>single goal</u> for both veteran-owned small business concerns and service-disabled veteran-owned small business concerns. However, this FAC 2001-01 interim rule amends FAR to implement section 803 of the Small Business Reauthorization Act of 2000. Section 803 adds another subcontracting plan goal. There are now <u>two</u> subcontracting plan goals - one for veteran-owned small business concerns and another for service-disabled veteran-owned small business concerns. In addition, SF 294 and SF 295 have been updated from (REV 10/2000) to (REV 10/2001).

ACTION REQUIRED: This change applies to all solicitations issued or contracts awarded on or after **30 August 2002.** Contracting officers will ensure (1) the new provisions and clauses are included in any solicitations and contracts and (2) contractors and subcontractors report these businesses when submitting the SF 294 and SF 295 which have been updated to (REV 10/2001). The revised FAR language can be accessed at http://farsite.hill.af.mil.

You may direct comments/questions on this Policy Alert to Kristine Hostetler at 303 676 3585 or Nancy Olander at 303 676 3985.